

LISKOW & LEWIS

A PROFESSIONAL LAW CORPORATION

ATTORNEYS AT LAW

ONE SHELL SQUARE
701 POYDRAS STREET, SUITE 5000
NEW ORLEANS, LA 70139-5099
TELEPHONE (504) 581-7979
FACSIMILE (504) 556-4108 • (504) 556-4109

822 HARDING STREET
P. O. BOX 52008
LAFAYETTE, LA 70505-2008
TELEPHONE (337) 232-7424
FACSIMILE (337) 267-2399

firm@liskow.com
www.liskow.com

Lafayette, Louisiana
October 23, 2001

CULLEN R. LISKOW (1893-1971)
AUSTIN W. LEWIS (1910-1974)

GENE W. LAFITTE
BILLY H. HINES
LEON J. REYMOND, JR.
J. BERRY ST. JOHN, JR.
DONALD R. ABAUNZA
JOHN M. WILSON
LAWRENCE P. SIMON, JR.
S. GENE FENDLER
JOHN D. WOGAN
MAURICE C. HEBERT, JR.
GEORGE H. ROBINSON, JR.
MARILYN C. MALONEY
JOSEPH C. GIGLIO, JR.
PATRICK W. GRAY
ROBERT E. HOLDEN
JOE B. NORMAN
THOMAS M. McNAMARA
JAMES N. MANSFIELD III
BILLY J. DOMINGUE
PHILIP K. JONES, JR.
WILLIAM W. PUGH
CHARLES B. GRIFFIS
RICHARD W. REVELS, JR.
JOSEPH P. HEBERT

MARGUERITE L. ADAMS†
DAVID W. LEEFE
WM. BLAKE BENNETT
MARK A. LOWE
GEORGE DENEGRÉ, JR.
DON K. HAYCRAFT
CRAIG WYMAN
JAMES A. BROWN
R. KEITH JARRETT
STEVIA M. WALTHER
ROBERT S. ANGELICO*
ROBERT L. THERIOT
DENA L. OLIVIER
GEORGE ARCENEAUX III
MARIE BREAU
RANDY C. SNYDER
JONATHAN A. HUNTER
THOMAS P. DIAZ
MARY S. JOHNSON
SHAUN G. CLARKE
JAMES C. EXNICIOS*
SCOTT C. SEILER
CHERYL MOLLERE KORNICK
MARK D. LATHAM

JOHN C. ANJIER
G. C. SLAWSON, JR.
SHANNON S. HOLTZMAN
CAROL WELBORN REISMAN
MATT JONES
DAVID L. REISMAN
JILL THOMPSON LOSCH
MICHAEL D. RUBENSTEIN
RENÉ WEBB PENNINGTON
HAROLD J. FLANAGAN
GREG L. JOHNSON
JAMIE D. RHYMES
KIRSTINA DeLUNA MILLER
CARMEN M. RODRIGUEZ
BRETT D. WISE
JOHN A. LOVETT
KYLE P. POLOZOLA
MARY C. HESTERT†
THOMAS BERON
J. PATRICK MORRIS, JR.
E. JANE ROLLING
ENDYA EAMES DELPIT
MARK A. JOHNSON
ELISE MAYERS BOUCHNER

JANA L. GRAUBERGER
SHAWN C. RHYMES
KATHLEEN C. LAWLER
DOMINIQUE DAIGLE MARTIN
K. TODD WALLACE
MICHAEL A. GOLEMI
JANINE V. HODGES
JASON P. BERGERON
CHADWICK J. MOLLERE

OF COUNSEL
ROBERT T. JORDEN
CHARLES C. GREMILLION
THOMAS D. HARDEMAN
THOMAS B. LEMANN

†BOARD CERTIFIED ESTATE PLANNING
AND ADMINISTRATION SPECIALIST
*BOARD CERTIFIED TAX SPECIALIST

Hon. Philip N. Asprodites
Office of Conservation
Commissioner of Conservation
P. O. Box 94275
Baton Rouge, LA 70804-4275

Re: Cib Haz Sand, Reservoir A
Marg Tex Sand, Reservoir A
Schwing Sand, Reservoir D
BAYOU CROOK CHENE FIELD
St. Martin Parish, Louisiana

Dear Commissioner Asprodites:

Application is hereby made on behalf of **KRESCENT ENERGY COMPANY** for the calling of public hearings, after legal notice, to consider evidence relative to the issuance of orders pertaining to the following matters:

1. To establish rules and regulations and to create a drilling and production unit for the exploration for and production of gas and condensate from each of the following reservoirs: the Cib Haz Sand, Reservoir A, the Marg Tex Sand, Reservoir A, and the Schwing Sand, Reservoir D, all in the Bayou Crook Chene Field, St. Martin Parish, Louisiana, said units to be designated CIB H RA SUA, MT RA SUA, SCHW RD SUA, and SCHW RD SUB, respectively.

2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units, with each tract sharing in unit production on a surface acreage basis of participation.

3. To provide that any future wells drilled to each of the aforementioned sands and reservoirs should be located in accordance with the spacing provisions of Statewide Order No. 29-E.

4. To authorize the Commissioner of Conservation to reclassify each of the reservoirs by supplemental order without the necessity of a public hearing if the producing characteristics of the reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.

5. To consider such other matters as may be pertinent.

The Cib Haz Sand, Reservoir A, in the Bayou Crook Chene Field, is hereby defined as being that gas and condensate bearing sand encountered between the depths of 9,990 feet and 10,095 feet (electrical log measurements) in the Texaco, Inc. – State Lease 303 No. 48 Well, located in Section 10, Township 10 South, Range 9 East, St. Martin Parish, Louisiana, and is further defined as being that sand encountered between the depths of 10,700 feet and 10,837 feet (electrical log measurements) in the Texaco, Inc. – State Lease 303 No. 56 Well, located in Section 16, Township 10 South, Range 9 East, St. Martin Parish, Louisiana.

The Marg Tex Sand, Reservoir A, in the Bayou Crook Chene Field, is hereby defined as being that gas and condensate bearing sand encountered between the depths of 10,322 feet and 10,330 feet (electrical log measurements) in the Texaco, Inc. – State Lease 303 No. 48 Well located in Section 10, Township 10 South, Range 9 East, St. Martin Parish, Louisiana, and is further defined as being that sand encountered between the depths of 11,040 feet and 11,108 feet (electrical log measurements) in the Texaco, Inc. – State Lease 303 No. 56 Well, located in Section 16, Township 10 South, Range 9 East, St. Martin Parish, Louisiana..

The Schwing Sand, in the Bayou Crook Chene Field, St. Martin Parish, Louisiana was previously defined in Office of Conservation Order No. 799-A-1, effective December 9, 1986.

Pertinent data, including well logs, may be obtained AT THE COST OF THE REQUESTING PARTY, from W. H. Robbins & Associates, 140 Rue Beauregard, Suite 100, Lafayette, Louisiana 70508, Telephone Number (337) 232-5004.

Pursuant to the Revised Rules of Procedure, a pre-application conference was held on October 10, 2001, at which the parties named on the attached list were in attendance. The conference was opened by representatives of the applicant who explained the bases for the applicant's proposal. Several questions were asked and answered. Representatives of two landowners presented counterplans. One representative suggested moving the west boundary to the east in order to center the well in an east/west direction. One representative suggested that the north boundary of the units be moved further north. The applicant suggested that the various parties try to resolve differences in subsequent negotiations. The meeting was then adjourned. Since all differences among the interested parties could not be resolved, the applicant has decided to go forward with its original unit proposals.

Attached hereto and made a part hereof are plats outlining the proposed units, the conference attendance list and a list of the names and addresses of the Interested Owners, Represented Parties, and Interested Parties to whom a copy of this application is being sent. Pursuant to the Revised Rules of Procedure, the plats (being the same plats attached to the notice dated September 18, 2001) and list of

October 23, 2001

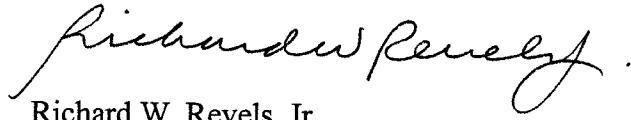
LISKOW & LEWIS

Page 3

parties are being furnished only to the Commissioner of Conservation and the District Manager of the Lafayette District of the Office of Conservation; however, the plats and/or list of parties will be furnished to any party requesting copies. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Finally, enclosed is our check on behalf of the applicant, in the amount of \$2,100.00, made payable to the Office of Conservation, representing the required hearing application fee.

Very truly yours,



Richard W. Revels, Jr.

RWR/dbf
attachments

cc: Lafayette District Office of Conservation

cc: Interested Owners, Represented Parties
and Interested Parties

50125.0002
77148_1.DOC

R 9 E

20

21

22

SCHW RD SUA
(UNDRILLED)
± 490 ACRES

John B. Anger

Henry Schrock

John Case,
Sr. Est.

John Case, Sr. Est.

T
10
S

29

28

27

Jeanerette
L & S

John Case,
Sr. Est.

John Case,
Sr. Est.
EEX

John Case,
Sr. Est.
EEX

John Case,
Sr. Est.
EEX

Albert Stockstill
Dagmar Est.
E. J. R. Oliver Est.

Anatole
Verret Hrs. &
Dow Chem., PBHL

Anatole
Verret Hrs.

Apache
Mendoza

Linder
(N. Mich.)
Dow

13058'

Cox
Stockstill

12546'

John Case,
Sr. Est.
Jeanerette
L & S

Jeanerette
L & S

John Case,
Sr. Est.

EEX

EEX

1 ST

10925'

Campbell
Aitch Basin
Levee Dist

12500'

Bateman
Stockstill

10850'

Terra Res.
Stockstill

12500'

John Case,
Sr. Est.

SCHW RD SUB
(UNDRILLED)
± 490 ACRES

John Case,
Sr. Est.

Five Star
Royalty

John Case,
Sr. Est.

AS PER ORDER
799-A-1

SCHWING RB SUA

Sandfer

12953' MD
12688' VD

Besse Claring
Dow Chemical Co.

Amerada
Carline

12730'

AS PER ORDER 799-A

32

33

34

SCHWING RC SUA

John Case,
Sr. Est.

Sandfer
Larson Est.

12997' MD
12759' VD

SCHWING RA SU

Humble
Schwing

B-4

12850'

Kerr McGee
Schwing

B-3

12810'

11932'

LL & E
Dow Chem.

13075'

EXHIBIT NO.
DOCKET NO.

DATE:

KRESCENT ENERGY COMPANY

BAYOU CROOK CHENE FIELD
ST. MARTIN PARISH, LOUISIANA

PROPOSED UNITS
SCHWING SAND

0 2000' 4000'

GRAPHICS BY: GEOLAND GRAPHICS, LLC LAFAYETTE, LA (337) 233-1887



W. H. ROBBINS & ASSOCIATES
CONSULTING GEOLOGISTS
Lafayette, Louisiana (337) 232-5004

NOTE: ALL BOUNDARIES ARE GEOGRAPHIC